

Sugar & Gur Domestic & International Fundamentals

- Cash sugar market traded mixed on Saturday. Sluggish trading activities at the weekend remained un-supportive. However, inner tone is strong on the back of lower production estimate and increasing possibility of improvement in the global market.
- It is noticeable that India has exported around 1 million tons of sugar mainly raws in this season starting from October 2013 to till date.
- Sugar prices surge in International markets considering dry weather conditions in Brazil which ultimately delay the new planting of sugarcane for the next season as reported.
- According to ISMA, sugar output in Maharashtra has reached 4.98 million tonnes while in Uttar Pradesh it declined 18% to 3.57 million tonnes and by 4% to 2.7 million tonnes in Karnataka so far this year.
- Sudan was the top importers of Indian Sugar in the month of January followed by Iran and Dubai. On the other hand, highest average FOB quotes received from Jordan and Iran. Total sugar export in the month of Jan-14 is approx 2.94 lakh tonnes.
- (ISMA) says India has exported about 8.5 lakh tonnes of sugar including 4.5 lakh tonnes of raw sugar till January 31, 2014. Country has produced about 8 lakh tons of raw sugar till January 31, 2014 and expected to produce another 10 lakh tons of raw sugar in remaining months of current season.
- Indian closing sugar stocks are forecast to be 9.8 million tonnes at the end of September 2014, up from 9.3 million tonnes as of Oct. 1, 2013 as per by ISMA. Gur arrival is around 3000 bag on Friday

Outlook: Fresh buying interest at lower level, expected subsidy (around Rs 3500 per T) on raw sugar and rough weather in Brazil basically helped market to recover at recent low. Market is likely to trade steady to slightly firm in the near term.

NCDEX Sugar Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-14	-10	2775	2778	2761	2770
Apr-14	0	2835	2845	2826	2839
May-14	-1	2893	2906	2888	2900

Contract	Volume	Change	OI	Change
Mar-14	5,280	-685	23330	-1000
Apr-14	4470	-1250	29770	150
May-14	4500	-850	23390	3500

Spread	Mar-14	Apr-14	May-14
Basis	90		
Feb-14		23	71
Mar-14			48

Stocks	Demat 28.2.14	In-Process 28.2.14	Total 28.2.14	FED 28.2.14
Kolhapur M	1429	989	2418	899
Solapur M	401	0	401	401
Kolhapur S	4977	989	5966	4557
Solapur S	3386	0	3386	3436

LIFFE Sugar Futures (In US\$/MT)

Contract	Open	High	Low	Close	+/-
14-May	482.1	482.6	472.2	476.3	-7.2
14-Aug	486.1	488.4	478.1	482.3	-5.6
14-Oct	491.5	494.4	483.9	488.8	-4.2

NCDEX Gur Future Quotes:

Contract	+/-	Open	High	Low	Close
Mar-14	-6	1075	1078	1066.5	1069
Jul-14	-4	1208	1208.5	1195.5	1202.5
Sep-14		1253	1253.5	1239	1241.5

Contract	Volume	Change	OI	Change
Mar-14	2390	-2210	3360	10
Jul-14	3080	-5000	5970	-230
Sep-14	100	-410	1940	30

Spread	Mar-14	July-14	Sept-14
Basis	-4.5		
Feb-14		121.5	165.5
Mar-14			44

Gur Stock Position	Chaku	Raskut	Papdi	Total
2014	-	-		
2013	30000	20500	28000	67000

ICE Sugar Futures (In Cents/Pound)

Contract	Open	High	Low	Close	+/-
14-Mar	17.35	17.43	16.47	16.47	-0.97
14-May	18.03	18.03	17.51	17.66	-0.41
14-July	17.99	18.04	17.6	17.79	-0.29

Brazil Sugar Quotes (Kingsman US\$/MT)

Commodity	Place	Price	Change
Raw Sugar FOB (\$/MT)	Santos Port	338.75	-
Raw Sugar C&F (\$/MT)	Black Sea	376.25	-
Sugar White FOB (\$/MT)	Santos Port	441.00	-

Brazil White Sugar Premium (US\$/MT)

Contract	Close	+/-
Dec'13/Mar'14	65	
Mar'14/Mar'14	78.75	
May'14/May'14	88	

Brazil Sugar/ Ethanol Prices (In Cents/lb)

Contract	Close	+/-
Brazil Domestic Sugar	19.35	
Brazil Anhydrous	17.71	
Brazil Hydrous	16.69	

Sugar and Jaggery (Gur) Prices at Key Spot Markets:

Commodity	Centre	Prices (Rs/Qtl)		Change
		1-Mar-14	28-Feb-14	
Sugar	Delhi - Grade M	3010	3010	Unch
	Delhi - Grade S	2950	2950	Unch
	Delhi - Grade L	3050	3050	Unch
	UP- Khatauli Grade M	3035	3015	20
	UP- Ramala Grade M	3020	2980	40
	UP- Dhampur Grade M Ex-Mill	3075	3007	68
	UP- Dhampur Grade S Ex-Mill	3055	2987	68
	UP- Dhampur Grade L Ex-Mill	3125	3057	68
	Mumbai –Grade M	2946	2942	4
	Mumbai –Grade S	2806	2806	Unch
	Kolhapur – Grade M	2775	2800	-25
	Kolhapur – Grade S	2625	2625	Unch
	Guhawati – Grade S	2928	2928	Unch
	Shillong – Grade S	2945	2945	Unch
	Vijayawada – Grade M	3220	3220	Unch
	Vijayawada- Grade S	3120	3120	Unch
	Nagpur – Grade M	3000	3000	Unch
	Nagpur – Grade S	2800	2800	Unch
	Kolkata – Grade M	NA	NA	-
	Chennai - Grade S	2780	2780	Unch
	Ambikapur (Chattisgarh)- Grade M (Without Duty)	3050	3050	Unch
	Ambikapur (Chattisgarh)- Grade S (Without Duty)	3050	3050	-

Gur Spot Prices (Rs/Qtl)

		1-Mar-14	28-Feb-14	Change
Muzaffar Nagar	Chaku	2638	2650	-12
	Arrivals	500	5000	-4500
	Khurpa	2400	2400	Unch

	Laddu	2538	2650	-112
	Rascut	2250	2250	Unch
Seyana	Chaurasa	2250	2250	Unch
Hapur	Balti	2263	2263	Unch
Maharashtra	Lal Variety	2700	2700	Unch
Bangalore	Achhu	NR	NR	-
	Mudde	3000	3000	Unch
Belgaum	Mudde	2700	2600	100
Belthangadi	Yellow (Average)	NR	3150	-
Bijapur	Achhu	2400	2500	-100
Gulbarga	Other (Average)	NR	2750	-
Mahalingapura	Penti (Average)	NR	2740	-
Mandya	Achhu (Medium)	2500	2500	Unch
	Kurikatu (Medium)	2350	2350	Unch
	Other (Medium)	2500	2500	Unch
	Yellow (Medium)	2500	2500	Unch
Shimoga	Achhu (Average)	NR	3100	-

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